27 December 1962

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MEMORANDUM FOR: Dr. James R. Killian, Jr.

Chairman

President's Foreign Intelligence Advisory Board

For some time I have been concerned with the position of the Director of Central Intelligence and the Deputy Director as members of the Executive Department of the Government. In some respects this is measured by the status of the positions under the Federal Executive Pay Act of 1956. As I have mentioned to you in the past, the Director of Central Intelligence under present regulations falls in category IV and the Deputy Director in category V under the FEPA. Prior to the passage of this Act in 1956 these categories were known as Group VIII and Group VIII.

It is my belief that if the DCI is to discharge the responsibilities which your Committee has envisaged in its recommendations, it should be included in category I which new includes 10 Cabinet positions, Director of Office of Emergency Planning, 26 Ambassadors and 31 four-star Generals and Admirals.

The Deputy Director should in my opinion be included in category II which includes among others the Under Secretary of State, Deputy Secretary of Defense, the Comptroller General, the Director of the Sureau of the Sudget and the Chairman or the Administrator of principal agencies such as AID, NSA, AEC, FOA, and the Commission on Civil Rights.

I intend to bring this matter to the attention of the President.

Changes proposed could be accomplished by an amendment to the

National Security Act of 1947 or be made part of the new Executive Pay

Bill providing one is considered by the Congress.

I am attaching lists showing the distribution of senior government employees by groups and categories and also the proposed amendment to the National Security Act of 1947.

It will interest your Committee to know that there are about 150 positions in the government with compensations in excess of the salary provided for category IV of the FEPA.

JOHN A. McCONE Director

Attachments - 2

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